

## 6.4 Financial Reports

### 6.4.1 Contract 20-62 Toomuc Recreation Reserve Pavilions - Tender Award

**Responsible GM:** Peter Benazic  
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#### Recommendation(s)

That Council:

1. Award the tender submitted by 2 Construct Pty Ltd for Contract 20-62 – Toomuc Recreation Reserve Sports Pavilions for the amount of \$5,176,928.00 excluding GST.
2. Advise all tenderers accordingly.
3. Seal is affixed to the relevant contract documents

#### Attachments

1. CONFIDENTIAL - Confidential Memorandum Contract 20 62 Toomuc Recreation Reserve Pavilion [6.4.1.1 - 3 pages]

#### Executive Summary

This report provides recommendation for the appointment of a Commercial Builder to undertake the works associated with Contract 20-62.

The Contract includes the works as detailed below:

Northern Pavilion - comprises of general demolition, renovation and extension of the ground floor to include universal design amenities and changerooms to service the football and Cricket clubs and separate provision for the netball club, a revised canteen, first aid room and additional storage, with the upper-level receiving a balcony extension.

Southern Pavilion - comprises of new universal design amenities and changerooms, public toilets including an accessible toilet, first aid room and storage, with the existing building receiving a kitchen extension and refurbishment and other minor improvements.

Little Athletics Building - comprises of a refurbished kitchen and other minor improvements to storage and access.

Baseball Pavilion - includes the supply and installation of temporary buildings that include, amenities, accessible toilets, canteen, office, umpires rooms, overarching roof structure and decking with accessible ramps and paths.

All facilities have been designed to meet the applicable sports association standards and considers CSC Enhanced Standards.

The tender submitted by 2Construct Pty Ltd complies with all the Conditions of Tender and their submitted Tender price is within Council's available budget for this project.

2Construct Pty Ltd demonstrates extensive experience in delivering large scale projects and are currently engaged by Council for the construction of the Koo Wee Rup Football/ Cricket Changerooms and Netball Pavilions.

## **Background**

The works associated with this Contract are located at Toomuc Reserve, Pakenham.

To meet the growing needs of the community and sport within CSC, the existing buildings located at Toomuc Reserve require renovation and extension to provide community facilities that provide universal, accessible, and sustainable buildings that comply with today's sporting association codes.

The project scope was developed in line with Councils Sport Facility Standards Policy

Tenders were advertised on Saturday 7 November 2020 with a closing time and date of 2:00pm Tuesday 8 December 2020. Four (4) tenders were received.

Tenders were evaluated against weighted criteria, such as Compliance with the Specifications, Capability, Relevant Experience and Performance, Project Program, and Quality System.

Tenders were also assessed against various non-weighted criteria to ensure the viability of the relevant submissions. The criteria included Financial Viability, Insurances, Conditions of Contract, Conflict of Interest, and OHS.

A rigorous evaluation of the submitted tenders was undertaken by the Evaluation Panel with the tender provided by 2Construct Pty Ltd considered to provide best value for money outcomes.

## **Policy Implications**

Not applicable.

## **Relevance to Council Plan**

### **1.4 Our People - Improved health and wellbeing for all**

1.4.1 Source funding and deliver a range of initiatives that promote health and wellbeing.

### **1.5 Our People - Variety of recreation and leisure opportunities**

1.5.1 Provide active and passive recreation facilities to meet the needs of residents.

1.5.2 Increase opportunities for residents to participate in a range of sport, recreation and leisure activities.

### **2.4 Our Community - Improved health and wellbeing of our residents**

2.4.3 Help establish partnerships and social infrastructure opportunities that improve health and wellbeing outcomes for residents.

2.4.4 Support the provision of services by Council or others for people of all abilities.

### **3.1 Our Environment - Provision and maintenance of assets on a life-cycle basis**

3.1.3 Provide accessible facilities to meet identified community needs.

3.1.4 Manage Council's assets like roads, drainage, footpaths and buildings, etc. in a way that ensures they are adequately maintained over their life.

### **3.3 Our Environment - Enhanced natural environment**

3.3.2 Reduce Council's energy consumption and help the community to do likewise.

### 3.5 Our Environment - Balanced needs of development, the community and the environment

3.5.2 Plan for the development of the urban growth area with a mix of residential, commercial, employment, recreational and community activities to meet the needs of our growing community in a sustainable way.

#### Consultation/Communication

Consultation and engagement with various stakeholders including, user groups, sporting associations, external funding departments and Council Officers has occurred throughout all phases of Design Development for this project.

Further to the above, collaboration with Council Officers to ensure this project is delivered with consideration made to Councils Enhanced Standards, such as, Environmental Sustainability in Design, Universal, and Access and Inclusion Standards.

#### Financial and Resource Implications

The combined budget allocation for this project is \$6,300,000.00. State and Federal Government funding along with Council contributions make up the total budget allocation, please refer to the below budget breakdown.

Northern Pavilion - \$2.75M	
Cardinia Shire Council contribution	\$1,000,000.00
Sport Australia Grant	\$500,000.00
Australian Government Grant	\$1,000,000.00
Australian Government Grant - Local Roads and Community Infrastructure Funding	\$250,000.00
Southern (Junior Football), Little Athletics and baseball Pavilions - \$4M	
Cardinia Shire Council contribution	\$500,000.00
State Government Grant	\$50,000.00
Australian Government Grant	\$3,000,000.00

The Tender submitted by 2Construct Pty Ltd provides a base Tender price of \$4,751,413.00 excluding GST.

An alternative Tender was submitted by 2Construct Pty Ltd providing a reduction in the construction schedule, this alternative Tender option has been accepted by the project manager and sponsor representative as a desirable outcome for the user groups of the reserve, the reduced schedule provides a cost saving of \$50,000.00 excluding GST, reducing the base tender to \$4,701,413 excluding GST.

Close to Tender Closure it was determined that the provision of fire services was required for the Southern Pavilion extension, following completion of the evaluation, 2Construct were requested to price the provision of fire services to the Southern Pavilion, the cost of these works have been submitted at \$60,000.00 excluding GST, adjusting the tender amount to \$4,761,413.00 excluding GST.

In addition to the above, Tender options and Provisional Sums have been requested as part of Tender 20-62 to mitigate the risk of receiving Tenders outside of the budget allocation, the cost of these options and Provisional Sums equal \$415,515.00 excluding GST.

The total Tender amount submitted by 2Construct Pty Ltd for \$5,176,928.00 is within Council's available budget for this project.

<b>Tender Price Summary</b>	
Base Tender Price	\$4,751,413.00
Reduced Schedule (alternative Tender option)	-\$50,000.00
Tender variation (Fire Services Southern Pavilion)	\$60,000.00
Tender options/ Provision Sums	\$415,515.00
<b>Total Tender Price</b>	<b>\$5,176,928.00</b>

### **Conclusion**

It is recommended that the tender submitted by 2Construct Pty Ltd for \$5,176,928.00 excluding GST (\$5,694,620.80 Including GST), for the construction works associated with Contract 20-62 - Toomuc Recreation Reserve Pavilions be approved.